

June 24, 1998

Honorable E. Clay Shaw, Jr.
Chairman
Subcommittee on Human Resources
Committee on Ways and Means
U.S. House of Representatives
Washington, DC 20515

Dear Mr. Chairman:

In response to a request from your staff, the Congressional Budget Office (CBO) has reviewed the Conference Report on H.R. 3130, the Child Support Performance and Incentive Act of 1998. Because we have not had enough time to review the language thoroughly, this estimate should be considered preliminary. As shown in the attached table, CBO estimates that the act would have no net budgetary effect over the 1999-2003 period--it would save \$220 million from 1999 to 2001 and cost \$220 million in the following 2 years.

If you wish further details on this estimate, we will be pleased to provide them. The CBO staff contact is Sheila Dacey.

Sincerely,

June E. O'Neill

Enclosure

cc: Honorable Sander M. Levin
Ranking Minority Member

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Honorable Bill Archer
Chairman
Committee on Ways and Means

Honorable Charles B. Rangel
Ranking Minority Member
Committee on Ways and Means

Enclosure
Honorable E. Clay Shaw, Jr.

PRELIMINARY ESTIMATE OF THE FEDERAL BUDGETARY EFFECTS OF CONFERENCE AGREEMENT
ON H.R. 3130, THE CHILD SUPPORT PERFORMANCE AND INCENTIVE ACT OF 1998

	By Fiscal Year, in Millions of Dollars					
	1999	2000	2001	2002	2003	1999-2003
Alternate Penalty Structure						
Estimated Budget Authority	-105	-60	-65	10	210	-10
Estimated Outlays	-105	-60	-65	10	210	-10
Authority to Waive Statewide Computer Requirement						
Estimated Budget Authority	5	5	0	0	0	10
Estimated Outlays	5	5	0	0	0	10
Total						
Estimated Budget Authority	-100	-55	-65	10	210	0
Estimated Outlays	-100	-55	-65	10	210	0
